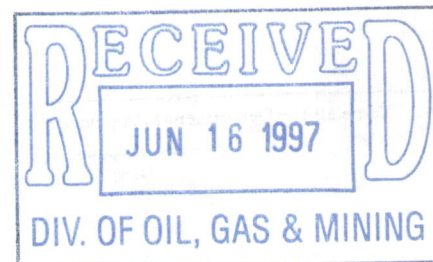


m/027/007

JUMBO MINING COMPANY
6305 FERN SPRING COVE
AUSTIN, TX 78730
PH: 512-346-4537
FAX 512-346-3188



June 10, 1997

Nancy DeMille
Bureau of Land Management
35E 500N
Fillmore, UT 84631

**RE: APPLICATION FOR RIGHT-OF-WAY FOR OUR EXISTING ALTO
HAULAGE ROAD**

In 1988 Jumbo Mining applied for an amendment to the Drum Mine Plan of Operations to construct a haulage road from our Alto pit to the Drum Mine facilities and received approval from the BLM and DOGM in 1989. DOGM never required Jumbo to post a bond for the road because they stated the road could have a post mining use. We are now applying for a right-of way for the road in order to keep the road open indefinitely to access the central part of the Drum Mountains. Since construction of the road, it has been maintained by Millard County because of the constant use of the road by recreationists, rock hounds, geologists, hunters, sheep herders and provides access to the various mining claims in the district. The road will still use the road as for hauling ore from our various pits when mining resumes.

If you have any questions, please call me at 801-864-4365.

Sincerely,

Dave Hartshorn
Project Manager, Drum Mine

cc: Ron Teseneer, BLM
Wayne Hedberg, DOGM
Ed King

APPLICATION FOR TRANSPORTATION AND
UTILITY SYSTEMS AND FACILITIES
ON FEDERAL LANDS

FORM APPROVED
OMB NO. 1004-0060
Expires: June 30, 1995

FOR AGENCY USE ONLY

Application Number

Date filed

NOTE: Before completing and filing the application, the applicant should completely review this package and schedule a preapplication meeting with representatives of the agency responsible for processing the application. Each agency may have specific and unique requirements to be met in preparing and processing the application. Many times, with the help of the agency representative, the application can be completed at the preapplication meeting.

1. Name and address of applicant (include zip code)

JUMBO MINING
6305 FERN SPRING COVE
AUSTIN, TX 78730

2. Name, title, and address of authorized agent if different from Item 1 (include zip code)

3. TELEPHONE (area code)

Applicant

Authorized Agent

4. As applicant are you? (check one)

- a. ☐ Individual
b. ☒ Corporation*
c. ☐ Partnership/Association*
d. ☐ State Government/State Agency
e. ☐ Local Government
f. ☐ Federal Agency

* If checked, complete supplemental page

5. Specify what application is for: (check one)

- a. ☐ New authorization
b. ☐ Renewing existing authorization No.
c. ☐ Amend existing authorization No.
d. ☐ Assign existing authorization No.
e. ☐ Existing use for which no authorization has been received*
f. ☐ Other*

* If checked, provide details under Item 7

6. If an individual, or partnership are you a citizen(s) of the United States? ☐ Yes ☐ No

7. Project description (describe in detail): (a) Type of system or facility, (e.g., canal, pipeline, road); (b) related structures and facilities; (c) physical specifications (length, width, grading, etc.); (d) term of years needed; (e) time of year of use or operation; (f) Volume or amount of product to be transported; (g) duration and timing of construction; and (h) temporary work areas needed for construction (Attach additional sheets, if additional space is needed.)

(a) ROAD

(b) ROAD CONNECTS ALTO PIT WITH DRUM MINE FACILITIES

(c) 5,000' LONG, 24' WIDE

(d) 10 YEARS FOR MINING PURPOSES, INDEFINITE FOR RECREATIONISTS, ROCK HOUNDS, ACCESS TO MINING CLAIMS, PROSPECTORS, SHEEP HERDERS, ETC.

(e) 365 DAYS/YR

(f) 300,000 TONS/YR DURING MINING PHASE, N.A. DURING POST MINING USE

(g) ALREADY CONSTRUCTED

(h) N.A.

8. Attach a map covering area and show location of project proposal

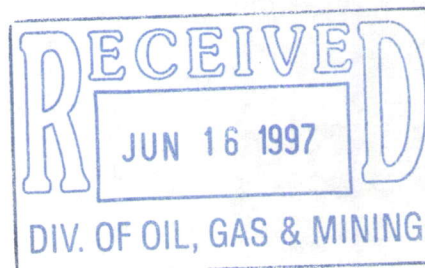
9. State or Loc government approval: ☐ Attached ☐ Applied for ☒ Not required

10. Nonreturnable application fee: ☐ Attached ☒ Not required

11. Does project cross international boundary or affect international waterways? ☐ Yes ☒ No (If "yes," indicate on map)

12. Give statement of your technical and financial capability to construct, operate, maintain, and terminate system for which authorization is being requested.

ROAD IS ALREADY CONSTRUCTED. MILLARD COUNTY MAINTAINS THE ROAD.



13a. Describe other reasonable alternative routes considered.

N/A

b. Why were these alternatives not selected?

N/A

c. Give explanation as to why it is necessary to cross Federal Lands.

(1) TO HAUL ORE FROM ALTO + MIZPAT PITS TO DRUM MINE FOR PROCESSING

14. List authorizations and pending applications filed for similar projects which may provide information to the authorizing agency. (Specify number, date, code, or name)

N/A

15. Provide statement of need for project, including the economic feasibility and items such as: (a) cost of proposal (construction, operation, and maintenance); (b) estimated cost of next best alternative; and (c) expected public benefits.

(a) ROAD ALREADY CONSTRUCTED AND MAINTAINED BY MILLARD COUNTY

(b) N/A

(c) ACCESS TO MINING CLAIMS, ACCESS FOR HUNTERS + OTHER RECREATIONISTS, ACCESS FOR SHEEP HERDERS, ACCESS FOR FIRE FIGHTING EQUIPMENT IF NEEDED

16. Describe probable effects on the population in the area, including the social and economic aspects, and the rural lifestyles.

NO EFFECT SINCE NEAREST RANCH IS 20 MILES AND NEAREST TOWN 25 MILES AWAY.

17. Describe likely environmental effects that the proposed project will have on: (a) air quality; (b) visual impact; (c) surface and ground water quality and quantity; (d) the control or structural change on any stream or other body of water; (e) existing noise levels; and (f) the surface of the land, including vegetation, permafrost, soil, and soil stability.

(a) DUST CONTROL MEASURES (WATER + ROAD BRINE) WILL BE USED DURING ORE HAULING AND MINIMAL DUST IN POST MINING USE (b) N/A (c) N/A (d) NONE (e) NOISE LEVELS DURING HAULING WILL MEET FEDERAL GUIDELINES (f) ROAD ALREADY CONSTRUCTED AND NO NEW SOIL OR VEGETATION DISTURBANCES WILL BE MADE

18. Describe the probable effects that the proposed project will have on (a) populations of fish, plantlife, wildlife, and marine life, including threatened and endangered species; and (b) marine mammals, including hunting, capturing, collecting, or killing these animals.

NONE

19. State whether any hazardous material, as defined in this paragraph, will be used, produced, transported or stored on or within the right-of-way or any of the right-of-way facilities, or used in the construction, operation, maintenance or termination of the right-of-way or any of its facilities. "Hazardous material" means any substance, pollutant or contaminant that is listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act of 1980, as amended, 42 U.S.C. 9601 et seq., and its regulations. The definition of hazardous substances under CERCLA includes any "hazardous waste" as defined in the Resource Conservation and Recovery Act of 1976 (RCRA), as amended, 42 U.S.C. 9601 et seq., and its regulations. The term hazardous materials also includes any nuclear or byproduct material as defined by the Atomic Energy Act of 1954, as amended, 42 U.S.C. 2011 et seq. The term does not include petroleum, including crude oil or any fraction thereof that is not otherwise specifically listed or designated as a hazardous substance under CERCLA Section 101(14), 42 U.S.C. 9601(14), nor does the term include natural gas.

NONE

20. Name all the Department(s)/Agency(ies) where this application is being filed.

BLM - FILLMORE

DOB M

I HEREBY CERTIFY, That I am of legal age and authorized to do business in the State and that I have personally examined the information contained in the application and believe that the information submitted is correct to the best of my knowledge.

Signature of Applicant

David Hubler

Date

6-10-97

Title 18, U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious, or